

February 3, 1999

The Honorable Dave Kerr, Chairperson
Senate Committee on Ways and Means
Room 120-S, Statehouse

and

The Honorable Phill Kline, Chairperson
House Committee on Appropriations
Room 514-S, Statehouse

Dear Senator Kerr:

I offer the following corrections to the budget document submitted to the Legislature. The adjustments do not contain policy changes to the recommendations made by the Governor. Rather, they correct technical errors made in posting the detailed budgets or publishing *The FY 2000 Governor's Budget Report*. Errors were identified through a cooperative process involving the Division of the Budget, state agencies, and your fiscal staff. We are thankful for their cooperation and assistance. Total adjustments to expenditures are shown below. The net effect is to decrease the FY 1999 ending balance of the State General Fund by \$271,186. The balance at the end of FY 2000 is decreased by \$400,494. The adjustments add 160.7 positions to FY 1999 and 163.3 positions to FY 2000.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ 271,186 | \$ 129,308 |
| All Funds | \$ 191,186 | \$ 50,760 |

Sincerely,

Duane A. Goossen
Director of the Budget

Board of Barbering

1. Salary & Wage Calculation Error

A total of \$1,452 from the Barber Examiner Fee Fund was not included in the budget of the Board of Barbering because of an error in the calculation of salaries and wages. This correction to *The FY 2000 Governor's Budget Report* will add this amount to the agency's budget.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ -- | \$ -- |
| All Other Funds | <u>--</u> | <u>1,452</u> |
| All Funds | \$ -- | \$ 1,452 |

Kansas Lottery

2. Expenditure Decrease

An amount of \$80,000 from the Lottery Operating Fund was included in the *FY 2000 Governor's Budget Report* as a regular expenditure but should have been included as a non-expense item. This correction to *The FY 2000 Governor's Budget Report* will decrease total expenditures of the Lottery in FY 1999 and FY 2000.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|-----------------|-----------------|
| State General Fund | \$ -- | \$ -- |
| All Other Funds | <u>(80,000)</u> | <u>(80,000)</u> |
| All Funds | \$ (80,000) | \$ (80,000) |

Board of Tax Appeals

3. Deferred Compensation Funding Omitted

The amount included for salaries and wages in the Governor's budget recommendations omitted \$3,764 in FY 2000 for a board member's deferred compensation. This amount has been calculated to adjust for shrinkage.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ -- | \$ 3,764 |
| All Other Funds | <u>--</u> | <u>--</u> |
| All Funds | \$ -- | \$ 3,764 |

Department on Aging

4. Funding Match Error

Use of an incorrect State General Fund matching rate for the Targeted Case Management Program recommendation resulted in a funding error in the budget of the Department on Aging in both FY 1999 and FY 2000. This correction to *The FY 2000 Governor's Budget Report* will restore the correct funding mix to the agency's budget.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ 198,912 | \$ 202,788 |
| All Other Funds | <u>--</u> | <u>--</u> |
| All Funds | \$ 198,912 | \$ 202,788 |

Department of Education

5. General and Supplemental State Aid for Schools

The recommendation for General State Aid for FY 2000 was calculated based on a weighted enrollment of 576,802.7 students. The calculation should have been made on an enrollment count of 576,797.3, or 5.4 fewer students. Because of this miscalculation, the recommendation overstates the State General Fund appropriation for General State Aid by \$20,000 and the appropriation for Supplemental State Aid by \$1,000. This correction to *The FY 2000 Governor's Budget Report* will reduce these amounts from the two school aid categories.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ -- | \$ (21,000) |
| All Other Funds | <u>--</u> | <u>--</u> |
| All Funds | \$ -- | \$ (21,000) |

Fort Hays State University

6. FTE Positions Omitted

The FTE positions for Fort Hays State University were mistakenly underreported. Actual and recommended FTE positions should be increased in all three fiscal years to correct the error: 12.0 in FY 1998, 12.0 in FY 1999, and 11.6 in FY 2000.

Pittsburg State University

7. FTE Positions Omitted

The FTE positions for Pittsburg State University were mistakenly underreported. Actual and recommended FTE positions should be increased in all three fiscal years to correct the error: 9.6 in FY 1998, 8.5 in FY 1999, and 8.5 in FY 2000.

University of Kansas

8. FTE Positions Omitted

The FTE positions for the Service Clearing Program of the University of Kansas were mistakenly not added to the agency's total reported positions. Actual and recommended FTE positions should be increased in all three fiscal years to correct the error: 91.6 in FY 1998, 93.2 in FY 1999, and 93.2 in FY 2000.

University of Kansas Medical Center

9. Housestaff Salaries

Funding for housestaff located in Wichita and Topeka were mistakenly increased beyond the rates recommended by the Governor. The amount of \$62,611 is removed from the amount recommended from the State General Fund for this institution.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ -- | \$ (62,611) |
| All Other Funds | <u>--</u> | <u>--</u> |
| All Funds | \$ -- | \$ (62,611) |

Kansas State University

10. Graduate Student Waivers

The amount included in the Governor's budget recommendations incorrectly applied a rate increase of two different amounts. To correct this overfunding, the amount of \$31,790 is removed from the agency's State General Fund budget for FY 2000.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ -- | \$ (31,790) |
| All Other Funds | <u>--</u> | <u>--</u> |
| All Funds | \$ -- | \$ (31,790) |

Kansas State University—ESARP

11. Retirement Reduction

It appeared that in the agency's budget submission in the fall of 1998 a retirement from late in FY 1997 had not been removed from this agency's budget. It has now been determined that it was removed in the agency's request. Because the amount of \$35,518 was inadvertently removed from the agency's FY 1999 budget twice, it should be restored.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ 35,518 | \$ -- |
| All Other Funds | <u>--</u> | <u>--</u> |
| All Funds | \$ 35,518 | \$ -- |

Wichita State University

12. FTE Positions Omitted

The FTE positions funded from restricted use sources for the Physical Plant Program of Wichita State University were mistakenly not added to the agency's total reported positions. Actual and recommended FTE positions should be increased in all three fiscal years to correct the error: 39.0 in FY 1998, 47.0 in FY 1999, and 47.0 in FY 2000.

Department of Corrections

13. Off-Budget Positions Omitted

Three off-budget positions were mistakenly not added to the agency's total reported positions. Recommended positions should be increased in FY 2000 by 1.0 FTE position and 2.0 unclassified temporary positions.

14. Retirement Calculation

Retirement for Parole Officer I, Parole Officer II, and Parole Supervisor position classes was mistakenly calculated as KPERS—Group A instead of KPERS—Regular and KPERS—Insured Only, resulting in a savings of \$12,720 from the State General Fund.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ -- | \$ (12,720) |
| All Other Funds | <u>--</u> | <u>--</u> |
| All Funds | \$ -- | \$ (12,720) |

Hutchinson Correctional Facility

15. Retirement Reduction

A total of \$36,756 in FY 1999 and \$37,116 in FY 2000 from the State General Fund is added to the budget of Hutchinson Correctional Facility for salaries and wages for a retirement reduction which was taken out twice. This increase to *The FY 2000 Governor's Budget Report* will correct the underfunding.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ 36,756 | \$ 37,116 |
| All Other Funds | <u>--</u> | <u>--</u> |
| All Funds | \$ 36,756 | \$ 37,116 |

Lansing Correctional Facility

16. Salaries and Wages Correction

The Governor recommended that Correctional Officer I and II positions be compensated at pay grade 18 instead of 17; however, increased funding for the upgrade was not included for the Osawatomie Correctional Facility.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ -- | \$ 6,468 |
| All Other Funds | <u>--</u> | <u>--</u> |
| All Funds | \$ -- | \$ 6,468 |

Winfield Correctional Facility

17. Salaries and Wages Correction

The Governor recommended that Correctional Officer I and II positions be compensated at pay grade 18 instead of 17; however, increased funding for the upgrade was not included for the Wichita Work Release Facility.

| | <u>FY 1999</u> | <u>FY 2000</u> |
|--------------------|----------------|----------------|
| State General Fund | \$ -- | \$ 7,293 |
| All Other Funds | <u>--</u> | <u>--</u> |
| All Funds | \$ -- | \$ 7,293 |